

## Message Text

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ACTION EA-09

INFO OCT-01 ISO-00 AID-05 CIAE-00 COME-00 EB-08 FRB-03

INR-07 NSAE-00 USIA-06 TRSE-00 XMB-02 OPIC-03 SP-02

LAB-04 SIL-01 OMB-01 /052 W

-----110756Z 120648 /22

R 110408Z MAR 77

FM AMEMBASSY KUALA LUMPUR

TO SECSTATE WASHDC 6466

INFO AMCONSUL HONG KONG

LIMITED OFFICIAL USE KUALA LUMPUR 1508

HONG KONG FOR TREASURY REP SHARPE

E.O. 11652: N/A

TAGS: EFIN, EARL, MY

SUBJECT: MORGAN GUARANTY TO SYNDICATE LOAN TO GOM

1. MORGAN GUARANTY TRUST COMPANY IS SYNDICATING A US\$100 MILLION LOAN TO MALAYSIA. TERMS OF LOAN ARE ONE AND ONE-EIGHTH PERCENT OVER LONDON INTERBANK RATE (LIBAR) FOR SEVEN YEARS. MORGAN ANTICIPATES NO DIFFICULTY IN FINDING PARTICIPANTS TO SYNDICATION.

2. IT IS INTERESTING TO NOTE THAT GOM HAS TO DATE ONLY DRAWN DOWN \$50 MILLION OF \$200 MILLION LOAN (ONE AND THREE-EIGHTHS TO ONE AND ONE-HALF PERCENT OVER LIBAR FOR SEVEN YEARS) SYNDICATED BY CITIBANK IN 1976.

3. LOCAL BANKING SOURCES SPECULATE THAT GOVERNOR OF CENTRAL BANK FEELS THAT INTEREST RATES HAVE BOTTOMED OUT AND THIS WAS OPPORTUNE TIME TO OBTAIN LOAN AND/OR THAT CENTRAL BANK HAS INTEREST IN KEEPING MALAYSIA ACTIVE IN INTERNATIONAL FINANCE CIRCLES EVEN IF FUNDS NOT PRESENTLY NEEDED. EMBASSY FEELS BOTH OF ABOVE REASONS WERE TAKEN INTO ACCOUNT BY CENTRAL  
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BANK IN ARRANGING THIS LOAN.  
UNDERHILL

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** ECONOMIC ASSISTANCE, LOANS, INTEREST RATES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Sent Date:** 11-Mar-1977 12:00:00 am  
**Decaption Date:** 01-Jan-1960 12:00:00 am  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 22 May 2009  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1977KUALA01508  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D770084-0132  
**Format:** TEL  
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**Line Count:** 57  
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**Litigation Codes:**  
**Litigation History:**  
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**Message ID:** 22dabab9-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION EA  
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**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
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**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
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**Review Event:**  
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**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
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**Review Withdrawn Fields:** n/a  
**SAS ID:** 3140636  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** MORGAN GUARANTY TO SYNDICATE LOAN TO GOM  
**TAGS:** EFIN, MY, MORGAN GUARANTY TRUST COMPANY  
**To:** STATE  
**Type:** TE  
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**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
22 May 2009  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009